

DRAFT - 9 March 1961

MEMORANDUM FOR: Deputy Director (Plans)

SUBJECT : Review of Subsidy and Proprietary Projects to Determine Extent of Compliance with Administrative Plans

25X1A      1. One of the general recommendations made by the Inspector General following a study and report on proprietary project [REDACTED] (19 August 1961) was that:

"The DD/S make a general review of the extent to which current administrative plans are being complied with, advising the DD/P of the serious cases of noncompliance so that corrective action can be taken."

2. I have had the Comptroller and the Audit Staff review their records of all proprietary and subsidy projects to determine the status of compliance with administrative plans and fiscal annexes. This review was made during the period 15 January - 28 February 1961, and included the examination of the administrative plans, fiscal annexes, and the expenditure and related records of [REDACTED] subsidy and proprietary projects ([REDACTED] proprietary, and [REDACTED] subsidy projects). The records indicated that there was full compliance with the provisions of administrative plans or fiscal annexes in the case of [REDACTED] projects examined, and a lack of full compliance on the part of [REDACTED] projects.

3. Attached as TAB A is a list of the projects which currently have not fully complied with the provisions of administrative plans or fiscal annexes, together with a brief statement indicating the character or extent of noncompliance. As you will note from this list, most of the cases of noncompliance are of a technical rather than a substantive character, and in all cases the exceptions have been reported upon, or are in process of

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being reported, in audit reports or by memoranda, and appropriate follow-ups are being maintained to insure eventual compliance with the provisions of plans.

Attachment: TAB A

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